New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Brett F. Woods, Ph.D. Acting Cabinet Secretary

Daniel Sanchez Acting Division Director Oil Conservation Division



February 14, 2011

Yates Petroleum Corporation 105 S. 4th Street Artesia, NM 88210

Roulette AXR State #2	Sec 8 T10S R26E	API # 30-005-63964
Sacra SA #20	Sec 35 T6S R25E	30-005-63984
Sacra SA Com #18	Sec 27 T6S R25E	30-005-63983
Jokers AWJ State #2	Sec 3 T10S R26E	<u>30-005-63940</u> ←
Hard As Nails AMD State #4	Sec 27 T9S R26E	30-005-63954
Bittersweet AOZ State #2	Sec 28 T9S R26E	30-005-63942
Clarence BCU #7	Sec 3 T16S R26E	30-015-34791
Clarence BCU Com #5	Sec 11 T16S R26E	30-015-35759
	Sacra SA Com #18 Jokers AWJ State #2 Hard As Nails AMD State #4 Bittersweet AOZ State #2 Clarence BCU #7	Sacra SA #20 Sec 35 T6S R25E Sacra SA Com #18 Sec 27 T6S R25E Jokers AWJ State #2 Sec 3 T10S R26E Hard As Nails AMD State #4 Sec 27 T9S R26E Bittersweet AOZ State #2 Sec 28 T9S R26E Clarence BCU #7 Sec 3 T16S R26E

To whom it may concern:

Please be advised that your permit(s) to drill the referenced well(s) have expired and have been cancelled. If drilling operations have commenced, you should contact this office immediately.

If you wish to drill these well(s) in the future, it will be necessary to submit new Form(s) C101, Application to Drill, and drilling package(s) for review and approval.

Sincerely,

Darold Gray

Field Supervisor, District II

